

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 046571

21

ORIGIN EB-03

INFO OCT-01 ISO-00 /004 R

DRAFTED BY:EB/ORF/FSE:LRRRAICHT

APPROVED BY:EB/ORF/FSE: MR BOSWORTH

----- 114817

R 010240Z MAR 75

FM SECSTATE WASHDC

TO AMEMBASSY ALGIERS

AMEMBASSY TRIPOLI

AMEMBASSY KUWAIT

AMEMBASSY JIDDA

AMEMBASSY ABU DHABI

AMEMBASSY TEHRAN

AMEMBASSY LAGOS

AMEMBASSY JAKARTA

AMEMBASSY CARACAS

AMEMBASSY LIBREVILLE

AMEMBASSY QUITO

AMEMBASSY NEW DELHI

AMEMBASSY KINSHASA

AMEMBASSY BRASILIA

AMEMBASSY DOHA

AMEMBASSY BEIRUT

LIMITED OFFICIAL USE STATE 046571

BEIRUT NOT ADDEE PASS BAGHDAD

FOL REPEAT OECD PARIS 03458 SENT ACTION SECSTATE INFO BONN

BRUSSELS COPENHAGEN DUBLIN LUXEMBOURG ROME THE HAGUE LONDON

MADRID PARIS ANKARA BERN OTTAWA STOCKHOLM TOKYO VIENNA WILLING-

TON EC BRUSSELS NATO FEB 8, 1975

QUOTE

LIMITED OFFICIAL USE OECD PARIS 03458

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 046571

E.O. 11652: N/A

TAGS: ENRG, OECD

SUBJECT: IEA GOVERNING BOARD MEETING FEBRUARY 5-7: PRODUCER/CONSUMER RELATIONS

1. SUMMARY. DISCUSSION OF PRODUCER-CONSUMER RELATIONS CENTERED ON IEA PARTICIPATION AT PREPARATORY MEETING. THERE WAS CONSIDERABLE SUPPORT FOR ACCEPTING YAMANI/FRENCH LIST OF INVITEES UNDER CERTAIN EXPLICIT CONDITIONS, WHICH WOULD LIMIT IEA PARTICIPATION TO THE US, EC AND JAPAN, BUT FINAL OUTCOME WAS TO POSTPONE DECISION ON PARTICIPATION UNTIL NEXT MEETING. END SUMMARY.

2. AFTER INITIAL DISCUSSION AT GOVERNING BOARD, DAVIGNON CIRCULATED TEXT WHICH WOULD CONSTITUTE CONDITIONAL ACCEPTANCE OF YAMANI/FRENCH LIST OF TEN INVITEES TO PREPARATORY MEETING, INCLUDING US, EC AND JAPAN AS INDUSTRIALIZED CONSUMER REPRESENTATIVES. THIS PROPOSAL RECEIVED WIDESPREAD SUPPORT FROM EC COUNTRIES, SWITZERLAND AND SWEDEN, MAINLY ON GROUNDS THAT OPENING UP PARTICIPATION BEYOND THE TEN IN YAMANI/FRENCH LIST WOULD BE DIFFICULT TO CONTAIN. CANADA, HOWEVER, WITH US SUPPORT, PRESSED FOR CANADIAN PARTICIPATION IN VIEW OF CANADA'S IMPORTANCE AS BOTH PRODUCER AND CONSUMER OF OIL. US REP STATED THAT ORIGINAL YAMANI LIST DRAWN UP TO BE INPRODUCERS' SELF-INTEREST AND WE SHOULD NOT FEEL BOUND TO MAINTAIN IT. SPAIN AND TURKEY MADE LENGTHY PLEAS FOR DIRECT PARTICIPATION. US ADVOCATED PRESENCE OF IEA (GB CHAIRMAN AND SECRETARIAT) AS FULL PARTICIPANT, TO REPRESENT VIEW OF IEA NON-PARTICIPANT MEMBERS. FINAL DECISION WAS TO REMIT QUESTION OF IEA PARTICIPATION TO NEXT MEETING OF GOVERNING BOARD.

3. OTHER ASPECTS OF PRODUCER-CONSUMER RELATIONS, INCLUDING CONDITIONS IEA WOULD INSIST UPON IN ANY EVENT AT PREPARATORY MEETING, WERE SUMMED UP IN DRAFT CONCLUSIONS OF GOVERNING BOARD AS FOLLOWS:

BEGIN TEXT

1. THE GOVERNING BOARD IS OF THE OPINION THAT, HAVING REGARD TO THE PROGRESS ACHIEVED IN DEVELOPING COOPERATION BETWEEN CONSUMER COUNTRIES, IN PARTICULAR IN RELATION TO FINANCIAL SOLIDARITY AND ENERGY CONSERVATION, IT BEING UNDERSTOOD THAT SATISFACTORY PROGRESS WILL BE ABLE TO BE IT SHOULD BE POSSIBLE TO HOLD A PREPARATORY MEETING BEFORE THE END OF MARCH; THE OBJECT OF THAT MEETING WOULD BE "TO CONSIDER ARRANGEMENTS FOR THE NEXT STAGES OF A DIALOGUE ON OIL BETWEEN PRODUCING AND CONSUMING COUNTRIES." MEMBER COUNTRIES OF THE AGENCY WILL ADOPT A FINAL POSITION IN THIS REGARD AT THEIR NEXT MEETING.

LIMITED OFFICIAL USE

PAGE 03 STATE 046571

SUMER COUNTRIES, IN PARTICULAR IN RELATION TO FINANCIAL SOLIDARITY AND ENERGY CONSERVATION, IT BEING UNDERSTOOD THAT SATISFACTORY PROGRESS WILL BE ABLE TO BE IT SHOULD BE POSSIBLE TO HOLD A PREPARATORY MEETING BEFORE THE END OF MARCH; THE OBJECT OF THAT MEETING WOULD BE "TO CONSIDER ARRANGEMENTS FOR THE NEXT STAGES OF A DIALOGUE ON OIL BETWEEN PRODUCING AND CONSUMING COUNTRIES." MEMBER COUNTRIES OF THE AGENCY WILL ADOPT A FINAL POSITION IN THIS REGARD AT THEIR NEXT MEETING.

2. AT THE PRESENT STAGE, THE GOVERNING BOARD RESERVES ITS POSITION ON THE PROPOSALS CONCERNING REPRESENTATION OF THE INDUSTRIALIZED CONSUMER COUNTRIES. ON THE BASIS OF THE FURTHER INFORMATION IT WILL SEEK TO OBTAIN, THE BOARD'S POSITION ON THIS POINT WILL BE SETTLED AT ITS NEXT MEETING.

3. THE COUNTRIES OF THE IEA WERE NOT CONSULTED ABOUT THE SUGGESTIONS THAT HAVE BEEN MADE FOR A PREPARATORY MEETING INVOLVING FOUR PRODUCING, THREE INDUSTRIAL CONSUMER AND THREE DEVELOPING CONSUMER COUNTRIES AND COULD NOT ACCEPT IT AS A BASIS FOR REPRESENTATION ON ANY SUBSEQUENT OCCASION. FOR THE PREPARATORY MEETING, IN ANY CASE, THE FOLLOWING CONDITIONS WILL HAVE TO BE MET:

(I) THAT THE PREPARATORY MEETING IS A PROCEDURAL MEETING, CONDUCTED AT OFFICIAL LEVEL, TO DETERMINE THE MODALITIES OF THE NEXT STAGE OF A CONSUMER-PRODUCER DIALOGUE ON OIL;

(II) THAT THE MEMBERSHIP AND PROCEDURES OF THE PREPARATORY MEETING BE ENTIRELY WITHOUT PREJUDICE SO FAR AS THE MEMBERSHIP AND PROCEDURES OF SUBSEQUENT STAGES OF THE DIALOGUE ARE CONCERNED;

(III) THAT THE INTERNATIONAL ENERGY AGENCY, A PRINCIPAL PURPOSE OF WHICH IS TO FOSTER SUCH A DIALOGUE, BE INVITED TO ATTEND WITH OBSERVER STATUS.

3. THE GOVERNING BOARD WILL DETERMINE THE POSITION WHICH SHOULD BE TAKEN BY MEMBER COUNTRIES OF THE AGENCY LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 04 STATE 046571

PARTICIPATING IN THE PREPARATORY MEETING ON SUCH QUESTIONS AS THE AGENDA, PROCEDURE AND ATTENDANCE FOR THE SUBSEQUENT STAGES OF THE DIALOGUE.

4. MEMBER COUNTRIES WHICH DO NOT PARTICIPATE IN THE PREPARATORY MEETING RESERVE TO THEMSELVES THE RIGHT TO DECIDE WHETHER THEY WILL BE BOUND BY THE RESULTS OF THE MEETING. END TEXT.

(NOTE: THIS TEXT IS PROVISIONAL DRAFT AND IN VIEW OF HURRIED LAST SESSION OF GOVERNING BOARD A FINAL VERSION WILL NOT BE CIRCULATED UNTIL AT LEAST FEB. 10.)

4. GOVERNING BOARD ALSO APPROVED FOLLOWING TEXT IN RESPONSE TO OPEC MINISTERIAL WHICH CHAIRMAN DAVIGNON

USED IN HIS PRESS CONFERENCE AT CLOSE OF MEETING.

BEGIN TEXT

ONE OF THE MAIN PURPOSES OF THE INTERNATIONAL ENERGY AGENCY FROM ITS INCEPTION HAS BEEN TO ESTABLISH A DIALOGUE ON ENERGY WITH THE OIL PRODUCING AND WITH OTHER OIL CONSUMING COUNTRIES, INCLUDING DEVELOPING COUNTRIES.

ACCORDINGLY THE GOVERNING BOARD IS GLAD TO NOTE THE READINESS OF THE OPEC COUNTRIES, EXPRESSED AT ALGIERS ON 26TH JANUARY, TO TAKE PART IN A DIALOGUE WITH CONSUMING COUNTRIES. THE BOARD HOPES THAT A DIALOGUE ON ENERGY BETWEEN OIL PRODUCING AND CONSUMING COUNTRIES CAN BE STARTED AT AN EARLY DATE. END TEXT.

5. REGARDING CHAIRMANSHIP OF PREPARATORY MEETING, US PROPOSED ROTATING CHAIRMANSHIP AMONG PARTICIPANTS BUT MOST OTHER DELEGATIONS HAD NO FIXED POSITION. SOME EC DELEGATES NOTED THAT DRIFT TO FRENCH CHAIRMANSHIP APPEARED INEVITABLE WHILE GERMAN DELEGATE TOLD US PRIVATELY THAT GERMANY WAS COMMITTED TO SUPPORT FRENCH CHAIRMANSHIP. IN SEPARATE BILATERAL TALKS, FRENCH EXPLAINED THAT THEY WERE PREPARED TO ACT AS "ADMINISTRATIVE CHAIRMAN" FOR THE PREPARATORY MEETING, AND THAT LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 05 STATE 046571

THEY SAW NO FEASIBLE ALTERNATIVE TO THEM. WE TOLD FRENCH WE PREFERRED ROTATING CHAIRMANSHIP.

6. AS FOR ATTENDANCE OF IEA AS OBSERVER, IT WAS AGREED THAT THIS WOULD BE DONE IN SUCH A WAY AS TO PERMIT IEA REPRESENTATIVE TO SPEAK AT PREPARATORY MEETING.

7. STANDING GROUP ON PRODUCER-CONSUMER RELATIONS WILL MEET NEXT ON MARCH 17-18, AND PRINCIPAL SUBJECT OF DISCUSSION WILL BE AGENDA FOR ULTIMATE PRODUCER-CONSUMER CONFERENCE.

TURNER

UNQUOTE. KISSINGER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: MEETINGS, IMPORTERS, EXPORTERS
Control Number: n/a
Copy: SINGLE
Draft Date: 01 MAR 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: MorefiRH
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE046571
Document Source: CORE
Document Unique ID: 00
Drafter: EB/ORF/FSE:LRRRAICHT
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750073-0318
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750391/aaaadedj.tel
Line Count: 215
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 4
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags:
Review Date: 09 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <09 APR 2003 by KelleyW0>; APPROVED <19 MAY 2003 by MorefiRH>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: IEA GOVERNING BOARD MEETING FEBRUARY 5-7: PRODUCER/CON- SUMER RELATIONS
TAGS: ENRG, OECD
To: ALGIERS MULTIPLE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006